Content Protection System For Secure Video Recording

MG-R(SVR) For MemoryStick PRO, Hi-MD

MG-R(SVR) = **MagicGate Type-R for Secure Video Recording**

<u> April 6, 2004</u>

Yasuko Miura MG-R Planning Manager MemoryStick Business Center Sony Corporation, Japan

Today's Agenda

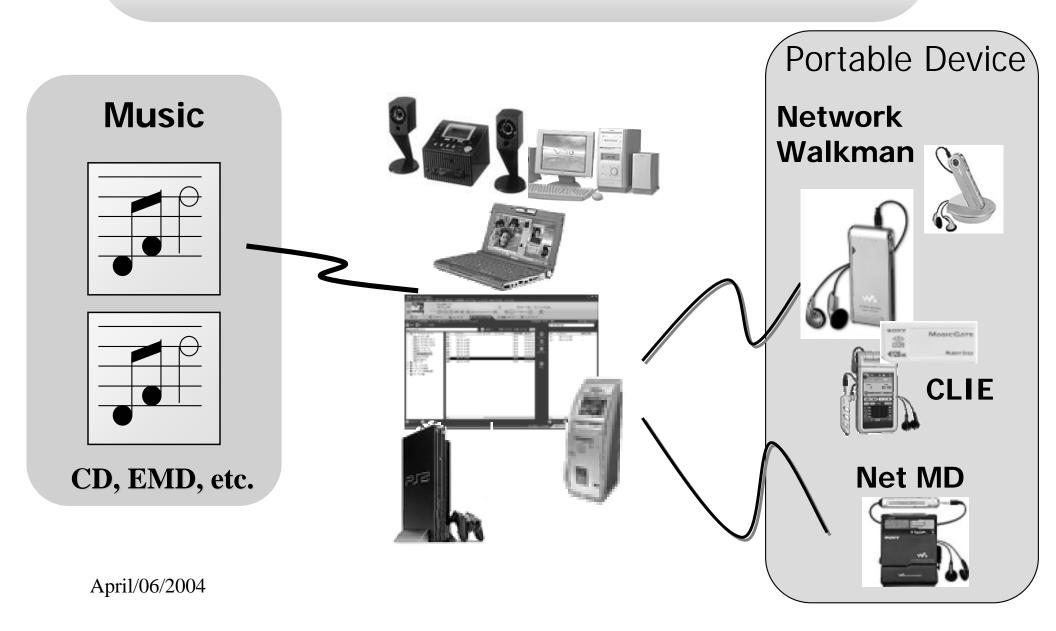
1)	Overview of MS-PRO and	15 minutes
	Hi-MD Media & Products	Yasuko Miura
2)	Overview of Technical Explanation of MG-R(SVR)	20 minutes Toshiya Kaihoko
3)	Contractual Obligations	15 minutes

Yasuko Miura

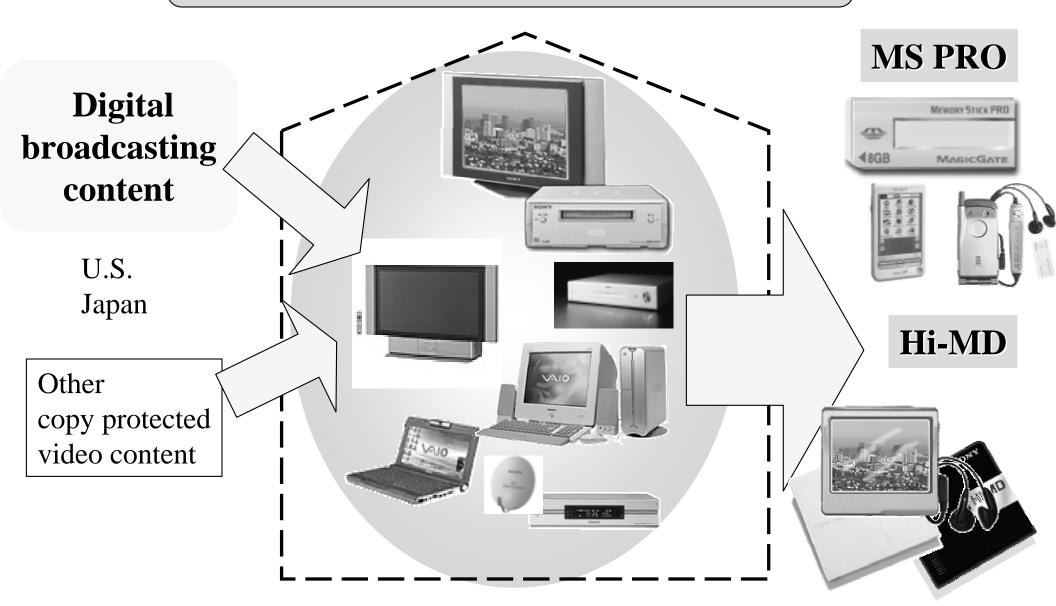
4) Summary 10 minutes
Yasuko Miura

5) Additional Questions and Discussion

Background: MagicGate for Secure Music



MG-R(SVR) Target World



MG-R(SVR) Compliant Media: 2 Types



Memory Stick PRO





Memory Stick PRO

Memory Stick PRO is an advanced flash memory medium, and comes in two sizes: a standard size and a smaller size called Memory Stick PRO Duo.



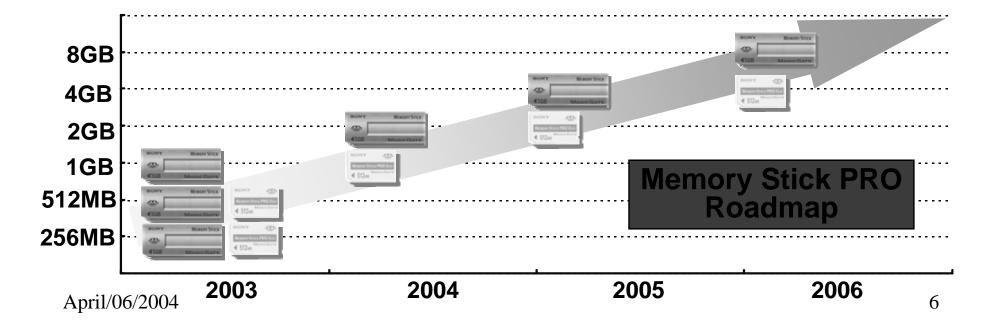
Memory Stick PRO

- up to 2 GBytes at present
- 8 GBytes in near feature



Memory Stick PRO DUO

- smaller sized Memory Stick PRO
- for cellular phones and small devices



Hi-MD Disc Media

Hi-MD is based on current MD technology.



Hi-MD 300 MB

- 300 MBytes
- current MiniDisc media after formatted by Hi-MD devices



Hi-MD 1G

- 1 GByte
- newly developed hi-density media

MG-R(SVR) Video Products

(Illustrations are conceptual design images)



- Consumers can record and carry their favorite DTV content on recordable media and catch up on their favorite DTV shows in a train, cafe, etc.
- Consumers can enjoy their DTV programs anytime & anywhere with a portable device.

Support by Content Owners

Sony has been informed by Fox, Warner Bros. and Sony Pictures Entertainment that those motion picture studios have reviewed the MG-R(SVR) technology and approved the technology as meeting sufficient levels of security and protection against unauthorized redistribution.

As the license agreements were finalized late February, we understand that as of the filing of Sony's certification, those studios reserved final approval pending review of the license agreements.

Sony's Four Certifications



Memory Stick PRO

- 1) Hardware implementation (04-58)
- 2) Software implementation: proprietary (04-56)





- 3) Hardware implementation (04-55)
- 4) Software implementation: proprietary (04-57)

We will explain MS PRO H/W implementation first. Then, we will explain the differences between H/W and S/W and the differences between MS PRO and Hi-MD.

MG-R(SVR) for MS PRO (4) Secure Authenticated Channel (Hardware Implementation) (SAC) between Secure Video Module and MS PRO media **DTV Content** (5) Enables MG-R(SVR) Compliant revocation Device (TV, VCR. etc) (3) Authentication prevents alteration Digital **MS PRO** Tuner **Device Node Key (DNK)** Content Integrity **Check Value** Robustness Rules CCI, EPN, etc. (ICV) in hidden area SAC Compliance Rules **Encrypted** (6) Ensures Media Media Content Key secure digital Unique ID Set output (DTCP, HDCP) of Marked

April/06/2004

and Unscreened

Content

(1) AES 128 bit for content protection

<Secure Video Module>

(2) Prevents bit-by-bit copy & retransmission over Internet

Basic Concept of MG-R(SVR) Content Protection System for MS PRO(H/W)

- ➤ Content encryption using AES (128 bits)
- ➤ Prevents bit-by-bit copy
- > Prevents retransmission over Internet
- ➤ Prevents alteration of content and CCI using Integrity Check Value (ICV)
- ➤ICV is used for authentication to prevent playing unauthorized copy
- ➤ Authenticate between secure video module and media using secure authenticated channel (SAC)
- Provides revocation function
- ➤ Compliance and Robustness Rules (required by Hardware Adopter Agreement)

Today's Agenda

1)	Overview of MS-PRO and	15 minutes
	Hi-MD Media & Products	Yasuko Miura
2)	Overview of Technical Explanation	20 minutes
	of MG-R(SVR)	Toshiya Kaihoko
3)	Contractual Obligations	15 minutes
		Yasuko Miura

10 minutes

Yasuko Miura

5) Additional Questions and Discussion

4)

Summary

Today's Agenda

1)	Overview of MS-PRO and	15 minutes
	Hi-MD Media & Products	Yasuko Miura
2)	Overview of Technical Explanation of MG-R(SVR)	20 minutes Toshiya Kaihoko

3) Contractual Obligations 15 minutes
Yasuko Miura

4) Summary 10 minutes
Yasuko Miura

5) Additional Questions and Discussion

MG-R(SVR) for MS PRO (4) Secure Authenticated Channel (Hardware Implementation) (SAC) between Secure Video Module and MS PRO media **DTV Content** (5) Enables MG-R(SVR) Compliant revocation Device (TV, VCR. etc) (3) Authentication prevents alteration Digital **MS PRO** Tuner **Device Node Key (DNK)** Content Integrity **Check Value** Robustness Rules CCI, EPN, etc. (ICV) in hidden area SAC Compliance Rules **Encrypted** Media (6) Ensures Media Content Key secure digital Unique ID Set output of Marked and <Secure Video Module> Unscreened Content

(1) AES 128 bit for

content protection

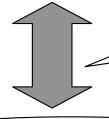
April/06/2004

(2) Prevents bit-by-bit copy &

retransmission over Internet

License Scheme

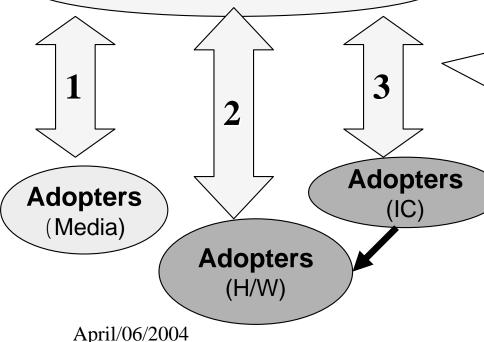
Content Participants



Content Participant Agreement (CPA)

- Right to seek revocation
- Change management
- Enforcement rights

Licensor=SONY



Adopter Agreements

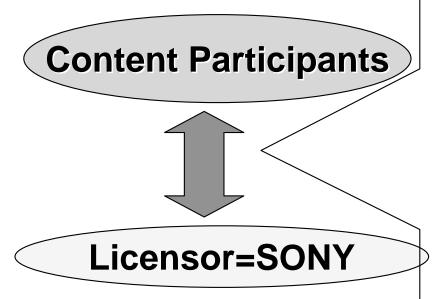
1: Media manufacturers

2: Hardware (H/W) manufacturers

3: Integrated circuit (IC)

manufacturers

License Scheme



Content Participant Agreement (CPA)

- (a) Right to seek revocation
 - limited by Revocation Criteria
 - disputes resolved by arbitration
- (b) Change management
- right to object to material and adverse changes to the specifications, Adopter Agreements, Compliance and Robustness Rules
- (c) Enforcement rights
- third party beneficiary right to seek equitable relief to enforce compliance by Adopters
- right to seek equitable relief to enforce compliance by Sony (when Sony is implementer)

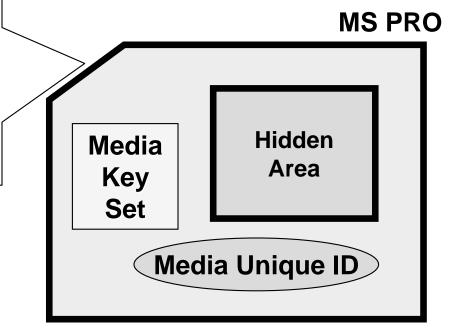
License Scheme (media manufacturers)

1) Media Adopter Agreement

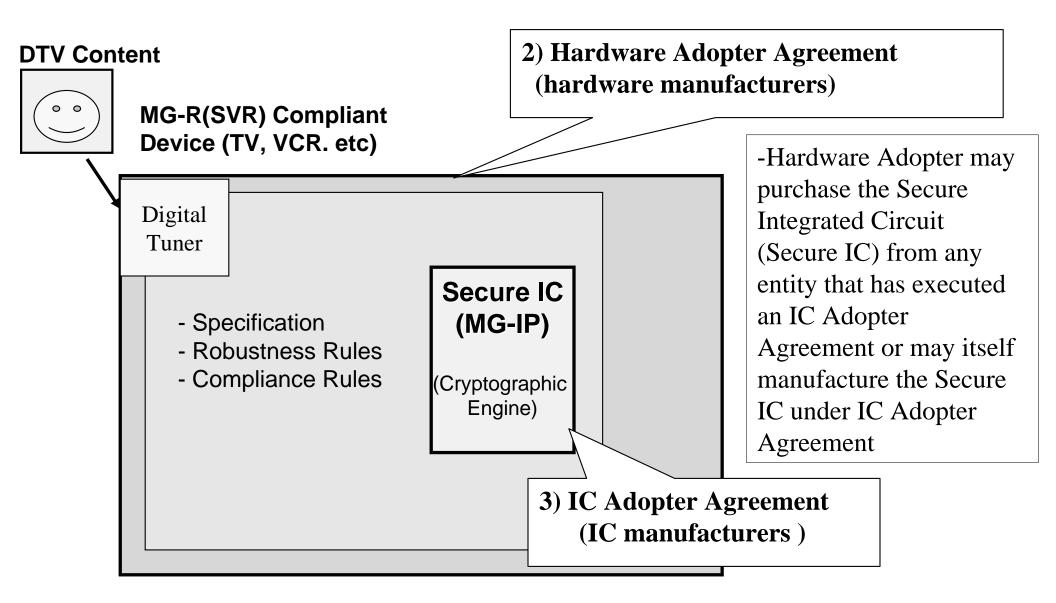
- right to implement MG-R(SVR) in Memory Stick PRO media

- requirement that media must have Hidden Area and Media Unique ID

- requirement to incorporate most up-to-date revocation information (EKB, carried in Media Key Set)



License Scheme (H/W implementation)



License Scheme (H/W implementation)

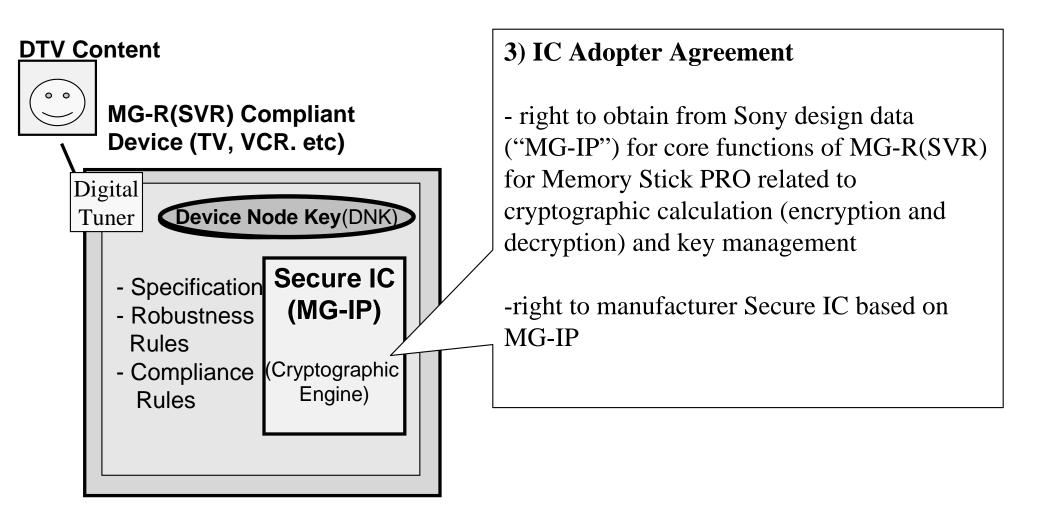
DTV Content MG-R(SVR) Compliant Device (TV, VCR. etc) **Digital** Device Node Key (DNK) Tuner **Secure IC** - Specification (MG-IP) - Robustness Rules (Cryptographic - Compliance Engine) Rules

2) Hardware Adopter Agreement

- right to implement MG-R(SVR) for Memory Stick PRO in compliant devices (e.g., TV, VCR, portable recorder/player)
- requirement to incorporate a Secure IC (made under an IC Adopter Agreement) and a Device Key Set, which includes the Device Node Key (purchased from Sony)
- requirement to comply with the Compliance Rules and Robustness Rules

April/06/2004 20

License Scheme (H/W implementation)



April/06/2004 21

Software (S/W) Implementation

DTV Content



- Software application will remain proprietary and will be made only by Sony
- Software may be provided to software vendors, manufacturers and/or end users as a compliant software implementation ("Software")

MG-R(SVR) Compliant S/W

Digital Tuner

<Secure Video Module>

Device Node Key (DNK)

Cryptographic Engine (in S/W)

Fulfills specification, Compliance Rules and Robustness Rules (as required under Content Participant Agreement).

- DNK is pre-installed in Software
- All copies of any particular version of the Software may use the same DNK; revocation criteria in CPA applicable to S/W implementations contemplate the use of common DNKs
- Software can be upgraded

Revocation Procedures

- Revocation criteria:
 - 1. a DNK has been cloned such that the same DNK is found in more than one device or product (hardware only)
 - 2. a DNK has been lost, stolen, intercepted or otherwise misdirected or made public or disclosed in violation of a Hardware Adopter Agreement
 - 3. Sony will also revoke a DNK by order from a court or other competent government authority
- Content Participant may request revocation
- Affected Licensees notified
- Revocation disputes resolved though arbitration
- Revocation information is incorporated in new products (and in new media, in case of Memory Stick PRO)

Differences Between Hardware and Software Implementation

- Software will remain proprietary and will be made only by Sony
- Software may be provided to software vendors, manufacturers and/or end users as a compliant software implementation
- Compliance with specification, Compliance Rules and Robustness Rules is required under Content Participant Agreement
- Device Node Key (DNK) for revocation is pre-installed in Software. All copies of any particular version of the Software may use the same DNK. Revocation criteria in CPA applicable to S/W implementations contemplate the use of common DNKs
- Software can be upgraded

Differences Between Hi-MD and Memory Stick PRO

Obligation to Write Media Unique ID Onto Hi-MD 300 MB Media

- Ordinary MiniDiscs can be formatted (i.e., converted) to Hi-MD 300 MB format
- Because MiniDisc media do not come with Media Unique ID pre-written at factory, Hi-MD Hardware Adopter Agreement includes an obligation for Hi-MD devices to write a Media Unique ID onto MiniDisc media when formatting them into the Hi-MD 300 MB format
- Hi-MD 1 GB media (like Memory Stick PRO media) come from factory with Media Unique ID already installed

Two-Part License Structure of Hi-MD Hardware Adopter Agreement

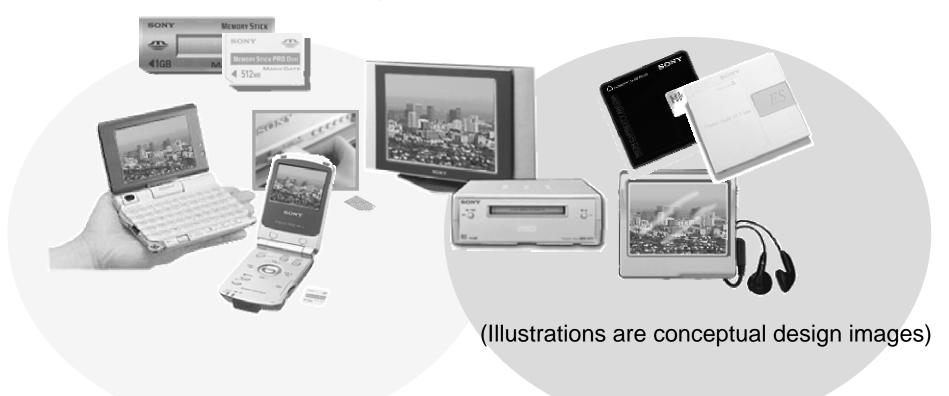
1. Basic CP Agreement

- includes obligations on Hi-MD generally (audio, video, etc.)
- requires compliance with Robustness Rules

2. Video Addendum

- includes obligations specific to recording and playing secure video content on Hi-MD
- requires compliance with Compliance Rules

Conclusion



MG-R(SVR) achieves the delicate balance of affording consumers <u>a new and</u> <u>user-friendly way to enjoy DTV content, anytime, anywhere,</u>

while helping to ensure the availability of high-value DTV content by <u>protecting</u> against unauthorized redistribution of DTV programming.